

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

3

W-01537A  
Shepard Water Company  
Star Route 4, Box 41  
Yuma AZ 85365

**RECEIVED**

MAY 02 2005

AZ Corporation Commission  
Director Of Utilities

**ANNUAL REPORT**

**FOR YEAR ENDING**

12	31	2004
----	----	------

FOR COMMISSION USE

ANN04	04
-------	----

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Shepard Water Company</u>		
<b>Mailing Address</b> <u>Star Route 4, Box 41</u>		
<u>Yuma</u>	<u>AZ</u>	<u>85365</u>
(City)	(State)	(Zip)
<u>928-783-9589</u>	<u>928-782-3360</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
<b>Email Address</b> <u>info@martinezlake.com</u>		
<b>Local Office Mailing Address</b> <u>Same as above</u>		
(City)	(State)	(Zip)
<u></u>	<u></u>	<u></u>
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
<b>Email Address</b> <u></u>		

## MANAGEMENT INFORMATION

<b>Management Contact:</b> <u>John Guth</u>			<u>President</u>
	(Name)		(Title)
<u>Star Route 4, Box 41</u>	<u>Yuma</u>	<u>AZ</u>	<u>85365</u>
(Street)	(City)	(State)	(Zip)
<u>928-783-9589</u>	<u>928-782-3360</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Email Address</b> <u>info@martinezlake.com</u>			
<b>On Site Manager:</b> <u>Lili Whitford</u>			
	(Name)		
<u>Star Route 4, Box 41</u>	<u>Yuma</u>	<u>AZ</u>	<u>85365</u>
(Street)	(City)	(State)	(Zip)
<u>928-783-9589</u>	<u>928-782-3360</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
<b>Email Address</b> <u>info@martinezlake.com</u>			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

**Statutory Agent:** Wade Noble

(Name)

1405 W. 16th St.

(Street)

Yuma

(City)

AZ

(State)

85364

(Zip)

928-343-9947

Telephone No. (Include Area Code)

928-343-9483

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

**Attorney:** Wade Noble

(Name)

Same as above

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☒ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) \_\_\_\_\_

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☒ YUMA

☐ STATEWIDE

COMPANY NAME

Shepard Water Company

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	708		708
302	Franchises	2,708		2,708
303	Land and Land Rights	250		250
304	Structures and Improvements	2,257	1,501	756
307	Wells and Springs	4,424	4,424	-
311	Pumping Equipment	9,512	7,550	1,962
320	Water Treatment Equipment	2,630	2,630	-
330	Distribution Reservoirs and Standpipes	8,141	8,022	119
331	Transmission and Distribution Mains	5,796	5,796	-
333	Services	7,205	7,205	-
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	879	57	822
340	Office Furniture and Equipment	509	195	314
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	442	442	-
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>45,461</b>	<b>37,822</b>	<b>7,639</b>

This amount goes on the Balance Sheet Acct. No. 108

**COMPANY NAME**    Shepard Water Company

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	708		
302	Franchises	2,708		
303	Land and Land Rights	250		
304	Structures and Improvements	2,257	.31%	7
307	Wells and Springs	4,424		
311	Pumping Equipment	9,512	.32%	30
320	Water Treatment Equipment	2,630		
330	Distribution Reservoirs and Standpipes	8,141	.32%	27
331	Transmission and Distribution Mains	5,796		
333	Services	7,205		
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	879	2.00%	18
340	Office Furniture and Equipment	509	10.00%	51
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	442		
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>45,461</b>		<b>133</b>

This amount goes on the Comparative Statement of Income and Expense \_\_\_\_\_  
 Acct. No. 403.

COMPANY NAME

Shepard Water Company

**BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 6,968	\$ 11,416
134	Working Funds	299,475	295,575
135	Temporary Cash Investments		
141	Customer Accounts Receivable	2,144	3,949
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	3,996	767
174	Miscellaneous Current and Accrued Assets	14,791	32,411
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 327,374	\$ 344,118
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 45,461	\$ 45,461
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(37,689)	(37,822)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 7,772	\$ 7,639
	<b>TOTAL ASSETS</b>	\$ 335,146	\$ 351,757

**NOTE:** The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME      Shepard Water Company

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)	8,724	26,628
234	Notes/Accounts Payable to Associated Companies		20,000
235	Customer Deposits		
236	Accrued Taxes	4,157	2,851
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	678	1,666
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 13,559	\$ 51,145
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 251,697	\$ 208,705
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax	222	223
	<b>TOTAL DEFERRED CREDITS</b>	\$ 222	\$ 223
	<b>TOTAL LIABILITIES</b>	\$ 265,478	\$ 260,073
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 1,000	\$ 1,000
211	Paid in Capital in Excess of Par Value	6,096	6,096
215	Retained Earnings	62,572	84,588
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 69,668	\$ 91,684
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 335,146	\$ 351,757

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$	\$
460	Unmetered Water Revenue	48,460	50,728
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	\$ 48,460	\$ 50,728
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	972	893
618	Chemicals		
620	Repairs and Maintenance		201
621	Office Supplies and Expense	1,351	1,499
630	Outside Services	11,414	10,930
635	Water Testing	1,367	1,030
641	Rents	1,500	
650	Transportation Expenses		
657	Insurance – General Liability	3,334	3,807
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	7,912	5,666
403	Depreciation Expense	132	133
408	Taxes Other Than Income	90	240
408.11	Property Taxes	2,066	2,514
409	Income Tax	4,078	3,549
	<b>TOTAL OPERATING EXPENSES</b>	\$ 34,216	\$ 30,462
	<b>OPERATING INCOME/(LOSS)</b>	\$ 14,244	\$ 20,266
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income	18	340
426	Miscellaneous Non-Utility Expenses	(1,698)	(453)
427	Interest Expense	(4,882)	(144)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ (6,562)	\$ (257)
	<b>NET INCOME/(LOSS)</b>	\$ 7,682	\$ 20,009



**COMPANY NAME** Shepard Water Company

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	1/25/02			
Source of Loan	State of Arizona WIFA			
ACC Decision No.	62091			
Reason for Loan	Water treatment facility			
Dollar Amount Issued	\$ 299,475	\$	\$	\$
Amount Outstanding	\$ 235,333	\$	\$	\$
Date of Maturity	1/1/22			
Interest Rate	None %	%	%	%
Current Year Interest	\$ -0-	\$	\$	\$
Current Year Principle	\$ 26,628	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ -0-

Meter Deposits Refunded During the Test Year

\$ -0-

<b>COMPANY NAME</b>	Shepard Water Company
---------------------	-----------------------

## **WATER COMPANY PLANT DESCRIPTION**

### **WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-616951	5HP	80		8	2	
55-619952	5HP	80		8	2	

\* Arizona Department of Water Resources Identification Number

### **OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>
None		

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
None			

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
5,000	1	3,000	1

## **WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

### **MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6		
8		
10		
12		

### **CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

**For the following three items, list the utility owned assets in each category.**

**TREATMENT EQUIPMENT:**

---

---

---

---

---

---

---

**STRUCTURES:**

---

---

---

---

---

---

---

**OTHER:**

---

---

---

---

---

---

---

COMPANY NAME: Shepard Water Company

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	222	71,570	71,570
FEBRUARY	222	67,950	67,950
MARCH	222	72,670	72,670
APRIL	222	102,010	102,010
MAY	222	85,650	85,650
JUNE	222	136,400	136,400
JULY	222	127,450	127,450
AUGUST	222	131,010	131,010
SEPTEMBER	222	97,630	97,630
OCTOBER	222	91,910	91,910
NOVEMBER	222	91,090	91,090
DECEMBER	222	74,440	74,440
TOTAL		N/A	1,149,780

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☒ Yes                      ☐ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes                      ☒ No

If yes, provide the GPCPD amount: \_\_\_\_\_

What is the level of arsenic for each well on your system.      11.5      mg/l

*(If more than one well, please list each separately.)*

*Note: If you are filing for more than one system, please provide separate data sheets for each system.*

COMPANY NAME Shepard Water Company YEAR ENDING 12/31/2004

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 2,514

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

—

The Yuma County Treasurer mails tax bills to all property owners. If you have a mortgage on your property and your taxes are paid through an impound account, keep this notice for your records.

For important information  
and payment instructions,  
see reverse side.

YOUR CHECK IS YOUR RECEIPT



LOCATION ADDRESS	ACCOUNT NUMBER U0000021
LEGAL DESCRIPTION OF PROPERTY	PARCEL IDENTIFICATION
ENTRALLY VALUED PROPERTY ACCOUNT 55-241.	TAX AREA CODE 000000

PRIMARY PROPERTY TAX CALCULATION						
TEM	Limited Value	ASSMT%	Assessed Value	Exemption	Tax Rate	Ad Valorem Tax
LAND BLDGS, ETC.	3,927	25.00	982	0	0.0000	0.00
PERSONAL PROPERTY	83,073	25.00	20,768	0	0.0000	0.00
TOTALS	87,000		21,750	0		0.00

2004 TAX SUMMARY	
Primary Ad Valorem Tax	1,903.7
Less State Aid To Education	0.0
Net Primary Ad Valorem Tax	1,903.7
Secondary Ad Valorem Tax	610.5
Special District Tax	0.0
<b>TOTAL TAX DUE</b>	<b>2,514.3</b>
<b>HALF TAX</b>	<b>1,257.1</b>

SECONDARY PROPERTY TAX CALCULATION						
ITEM	Full Cash Value	ASSMT%	Assessed Value	Exemption	Tax Rate	Ad Valorem Tax
LAND	0	0.00	0	0	0.0000	0.00
BLDGs, ETC.	3,927	25.00	982	0	0.0000	0.00
PERSONAL PROPERTY	83,073	25.00	20,768	0	0.0000	0.00
TOTALS	87,000		21,750	0		610.52

[illegible]

**1st Half Year Taxes become delinquent on November 1, 2004 at 5:00 PM, unless the full year tax bill exceeds \$100.00 and the full year is paid by December 31, 2004 (excluding delinquencies that are due November 1, 2004).**

**2nd Half Year Taxes become delinquent on May 1, 2005 at 5:00 PM**

PLEASE SEND ALL PAYMENTS TO: Karen Fritz, Yuma County Treasurer, 410 Maiden Lane Ste. C, Yuma, AZ 85364

ACCOUNT NUMBER	ACCOUNT NUMBER
----------------	----------------



# Compass Bank

**SHEPARD WATER COMPANY**

### Daily Balance Summary

Date	Balance	Date	Balance	Date	Balance
Sep 30	6,164.72	Oct 19	15,121.01	Oct 27	9,323.32
Oct 05	6,546.23	Oct 20	14,211.01	Oct 29	9,298.32
Oct 13	7,143.33	Oct 21	14,144.02		
Oct 15	4,475.53	Oct 25	11,837.62		

## Image Items

#1406 10/15 \$2,662.80

SHIPPING ORDER OUTWARD  
 OF THE U.S. POST OFFICE  
 MADE AT NEW YORK  
 OCTOBER 15, 1961

TO: *Investigative Channel, Dallas, Tex. 75201*

FROM: *Walter R. Ruckelshaus, New York*

RE: *RE: [illegible]*

POSTAGE WILL BE PAID BY ADDRESSEE

NO POSTAGE  
 NECESSARY  
 IF MAILED  
 IN THE  
 UNITED STATES

1406  
 10/15/61

NO POSTAGE  
 NECESSARY  
 IF MAILED  
 IN THE  
 UNITED STATES

NO POSTAGE  
 NECESSARY  
 IF MAILED  
 IN THE  
 UNITED STATES

[illegible][illegible][illegible]

#1410 10/20 \$700.00

1410

IMPORTED MOTOR VEHICLE

100 1000000000

10/20

1212 40 STANAC

1000000000

#1411

10/20

\$210.00

Shipping Instructions: Commercial

Country of Origin: \_\_\_\_\_

Country of Manufacture: \_\_\_\_\_

Quantity: \_\_\_\_\_

Value: \_\_\_\_\_

Duty: \_\_\_\_\_

Mr. L. L. Whitcomb

1411

NEW YORK

U.S. CUSTOMS

[illegible][illegible][illegible]

COMPANY NAME Shepard Water Company YEAR ENDING 12/31/2004

**INCOME TAXES**

\*Per Form 1120 , Fiscal Year Ended 9/30/04

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>15,803</u>
Estimated or Actual Federal Tax Liability	<u>2,370</u>
State Taxable Income Reported	<u>16,981</u>
Estimated or Actual State Tax Liability	<u>1,178</u>

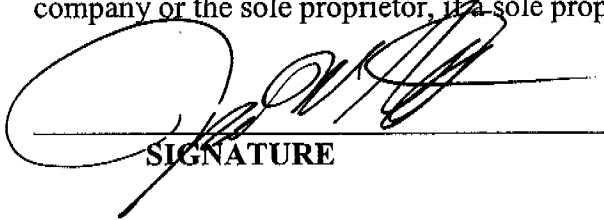
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>                    </u>
Amount of Gross-Up Tax Collected	<u>                    </u>
Total Grossed-Up Contributions/Advances	<u>                    </u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
SIGNATURE

April 29, 2005  
DATE

John W. Guth  
PRINTED NAME

President/Owner  
TITLE



# RECEIVED

## VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only

MAY 02 2005

AZ Corporation Commission  
Director Of Utilities

### VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Yuma
NAME (OWNER OR OFFICIAL) TITLE	John Guth, President
COMPANY NAME	Shepard Water Company

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

### SWORN STATEMENT

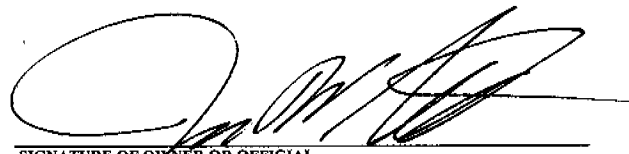
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 54,117

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 3,389  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

  
SIGNATURE OF OWNER OR OFFICIAL  
928-783-9589  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

29th DAY OF April 2005

NOTARY PUBLIC  
STATE OF ARIZONA  
Yuma County  
Dianne Patricia Clements  
My Commission Expires 12-20-06

COUNTY NAME	Yuma, Arizona
MONTH	Apr. 1, 2005

  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 12-20-06

RECEIVED

VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY

MAY 02 2005

AZ Corporation Commission  
Director Of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Yuma	
NAME (OWNER OR OFFICIAL) John Guth	TITLE President
COMPANY NAME Shepard Water Company	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

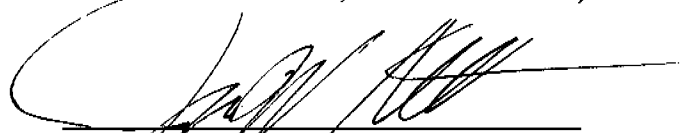
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 54,117

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 3,389  
IN SALES TAXES BILLED, OR COLLECTED)

\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

  
SIGNATURE OF OWNER OR OFFICIAL  
928-783-9589  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

29th

DAY OF

NOTARY PUBLIC NAME Diane Patricia Clements	
COUNTY NAME Yuma, Arizona	
MONTH April	YEAR 2005

(SEAL)

MY COMMISSION EXPIRES

October 12, 2006



NOTARY PUBLIC  
STATE OF ARIZONA  
Yuma County  
Dianne Patricia Clements  
My Commission Expires 10/12/06

SIGNATURE OF NOTARY PUBLIC



## **FINANCIAL INFORMATION**

Attach to this annual report a copy of the companies' year-end (Calendar Year 2004) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**